



Request for City Council Committee Action From the Office of the City Coordinator

Date August 7, 2002

To Ways & Means/ Budget Committee

Submitted by: Kim W. Havey, Director, Minneapolis Empowerment Zone, 673-5415

Approved by: John Moir, City Coordinator

Subject Authorization to transfer \$55,000 of \$80,000 in federal Empowerment Zone (EZ) funds approved for Hope Community, Inc. to the Minneapolis Community Development Agency to act as the sub-recipient of the EZ funds to Hope Community, Inc.

Presenters in Committee Kim W. Havey, Director, Minneapolis Empowerment Zone

Recommendation

- (1) Decrease the appropriation for 0300-840-8460 by \$55,000;
- (2) Increase the appropriation for the Inter-fund transfer agency (0300-127-1270-9030) in the amount of \$55,000 for Hope Community Court; and
- (3) Authorize the proper city officers to execute a Memorandum of Understanding with the MCDA, setting forth the terms and conditions of the agreement.

Financial Impact

☒ No financial impact or Action is within current budget.

☐ Action requires an appropriation increase to the Capital Budget

☐ Action requires an appropriation increase to the Operating Budget

☐ Action provides increased revenue for appropriation increase

☐ Action requires use of contingency or reserves

☐ Other financial impact (Explain):

☐ Request provided to the Budget Office when provided to the Committee Coordinator

Previous Directives

On July 12, 2002 the Minneapolis City Council approved use of federal Empowerment Zone funds for Hope Community Court in the amount of \$80,000, payable from fund 0300-840-8460. The City Council also approved the Ways & Means Committee recommendation that the proper City officers be approved to execute a contract with Hope Community, Inc. as developer, setting forth the terms and conditions of the project services.

Background/Supporting Information

Hope Community Court is a cluster development that includes rental and homeownership housing. The rental portion of the project (6 units) will include five 3-bedroom rowhouses and one 3-bedroom carriage house. The homeownership portion of the project (4 units) will include three 3-bedroom rowhouses and one 2-bedroom carriage house.

Since July 12, 2001 Hope Community, Inc. has requested, and the MCDA has agreed, to act as the sub-recipient of EZ funds for the rental portion of Hope Community Court. \$55,000 of the total \$80,000 in EZ funds will be used to construct 6 rental homes. The remaining \$25,000 will be used by Hope Community for the homeownership portion of the project.

